



# LOCAL SALES TAX CHANGE

## PIERCE COUNTY Special Hotel/Motel Tax Reporting

**Effective July 1, 2002**, Pierce County locations within the Public Transportation Benefit Area will increase the local sales and use tax by an additional three-tenths of one percent (.003). The increase was approved by public vote during the November 2001 election for transportation.

The tax increase applies to all retail sales in Pierce County **except those charges for lodging that are subject to the 5 percent (5%) hotel/motel tax.** The 5% hotel/motel tax applies to establishments with 26 or more lodging units or hotels and motels in cities which impose the 5% tax on all lodging income. The use tax rate will also increase by an additional three-tenths of one percent (.003).

This increase in tax creates two sales tax rates for hotel/motels in Pierce County and the need for an additional series of location codes to report lodging. Please use the codes and rates below to report the local sales tax on lodging income for businesses that have 26 or more units and/or paying 5% hotel/motel tax:

Location	Location Code Lodging Number	Local Sales and/or Use Tax Rate	State Sales Tax Rate	Regional Transit Authority (RTA) Tax Rate	Total Tax Rate *
Unincorp. Areas .....	5100	.013	.065	.004	<b>.082</b>
Unincorp. Areas P.T.B..A ...	5127	.016	.065	.004	<b>.085</b>
Auburn/Pierce .....	5124	.016	.065	.004	<b>.085</b>
Bonney Lake .....	5101	.016	.065	.004	<b>.085</b>
Buckley .....	5102	.016	.065		<b>.081</b>
Carbonado .....	5103	.013	.065		<b>.078</b>
DuPont .....	5104	.016	.065	.004	<b>.085</b>
Eatonville .....	5105	.013	.065		<b>.078</b>
Edgewood .....	5120	.016	.065	.004	<b>.085</b>
Fife .....	5106	.016	.065	.004	<b>.085</b>
Fircrest .....	5107	.016	.065	.004	<b>.085</b>
Gig Harbor .....	5108	.016	.065		<b>.081</b>
Lakewood .....	5121	.016	.065	.004	<b>.085</b>
Milton/Pierce .....	5109	.016	.065	.004	<b>.085</b>
Orting .....	5110	.016	.065	.004	<b>.085</b>
Pacific/Pierce .....	5123	.016	.065	.004	<b>.085</b>
Puyallup .....	5111	.016	.065	.004	<b>.085</b>
Roy .....	5112	.013	.065		<b>.078</b>
Ruston .....	5113	.016	.065	.004	<b>.085</b>
South Prairie .....	5114	.013	.065		<b>.078</b>
Steilacoom .....	5115	.016	.065	.004	<b>.085</b>
Summer .....	5116	.016	.065	.004	<b>.085</b>
Tacoma .....	5117	.016	.065	.004	<b>.085</b>
University Place .....	5119	.016	.065	.004	<b>.085</b>
Wilkeson .....	5118	.013	.065		<b>.078</b>

\* **NOTE:** Above rates do not include the hotel/motel tax or convention & trade center tax

## HOW TO REPORT:

Hotel/Motel businesses, with 26 or more units and/or paying the 5% hotel/motel tax, need to use the above location codes to report their local tax on lodging retail sales on the Combined Excise Tax Return. Reporting sales, other than lodging, would still be done using the normal location codes for Pierce County. **The reporting on the remainder of the return does not change.** Below is an example of how to report local retail sales tax on the Combined Excise Tax Return.

<b>III LOCAL CITY AND/OR COUNTY SALES AND USE TAX</b>					
<b>Local SALES TAX (Enter applicable rate of tax)</b>					<b>Code 45</b>
Total Taxable Amount must be the same as line 16, column 3 Taxable Amount					
Line No.	Location Code	Taxable Amount	Local Rate	Tax Due City or Co.	
18	2717	5,000 00	1.9	95 00	
19	5127	10,000 00	1.6	160 00	
20					
21					
22					
<b>TOTAL TAXABLE</b>		15,000 00	<b>TOTAL</b>	255 00	

*New sales tax applies.*

*Represents only  
lodging sales.*

For tax assistance, visit <http://dor.wa.gov> or call (800) 647-7706. To inquire about the availability of this document in an alternate format for the visually impaired, please call (360) 486-2342. Teletype (TTY) users please call (800) 451-7985.

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